



State of Utah

Department of Natural Resources

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Division of Oil, Gas & Mining

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Division Director

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Lieutenant Governor

April 19, 2004

CERTIFIED RETURN RECEIPT
7099 3400 0016 8896 1843

Robert Hicken
Mountain Valley Stone, Inc.
2276 South Daniels Road
Heber, Utah 84032

Subject: Cancellation of Reclamation Surety, Mountain Valley Stone, Inc., Browns Canyon Mine, M/043/019, Summit County, Utah

Dear Mr. Hicken:

On April 16, 2004, we received notification from KeyBank that they will not renew the \$79,000 Letter of Credit posted as reclamation surety for Mountain Valley Stone, Inc.'s Browns Canyon Mine, located in Summit County, Utah. The surety will be cancelled effective July 26, 2004.

The Utah Mined Land Reclamation Act requires an adequate surety be maintained for all large mining operations until the mine site is successfully reclaimed, allowing bond release. On April 2, 2004, the Division received your phone call stating that US Bank will be taking over the LOC when the KeyBank LOC expires. You are hereby advised that within 60 days or prior to June 16, 2004, we must receive the replacement surety or a letter from US Bank informing us that they will be replacing the LOC on July 26, 2004. If we do not receive written confirmation within 60 days, we will be forced to start surety forfeiture proceedings against the KeyBank LOC.

Please contact me at (801) 538-5286 or Joelle Burns at 538-5291 if you have any questions in this regard. Thank you for your consideration and prompt attention to this important permitting requirement.

Sincerely,

D. Wayne Hedberg
Permit Supervisor
Minerals Regulatory Program

jb
cc:

Steve Alder, AAG's Office
Mary Ann Wright, DOGM

DOCUMENT TRACKING SHEET

USE THIS SHEET WHEN ITEM (S) SHOULD BE SCANNED TO SEVERAL PLACES, SUCH AS A BOND RELEASE FOR AN OUTGOING LETTER. THE LETTER WILL GO IN OUTGOING WITH THIS SHEET BEHIND IT REFERENCEING THE BOND RELEASE FINDINGS IS IN INTERNAL AND THE RECORD # IS ____.

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